

**EXECUTIVE SUMMARY
ACCELERATED CAREER EDUCATION ACT**

**ACCELERATED CAREER EDUCATION
ACT**

Sections 1 and 9 decrease the **annual** amount of income tax withholding receipts that may be deposited **in** the Department of Economic Development's **Workforce** Development Fund from \$10.0 million to \$9.0 million. *These provisions were repealed in SF2428 (FY 2001 Economic Development Appropriations Act) and replaced with an \$8.0 million annual cap.*

Sections 2 through 7 create an **income tax withholding mechanism** to pay a portion of the cost of educating students enrolled **in an** approved Accelerated Career Education Program at a community college. The **Sections include:**

- . A provision for determining **the** amount of **withholding** tax credits to be **allowed** per enrolled student.
- . A limit of \$3.0 million in FY **2001** and \$6.0 million **in** each succeeding **fiscal** year on withholding credits across **all** approved Accelerated Career Education Programs.
- . A requirement **that the** Department of **Economic** Development report any **recommendations** to the General Assembly by December **31, 2002**, related to **increases in the** limit on **withholding** credits **allowed in** a year.
- . A guarantee of \$80,000 in **withholding tax** credits **in FY 2001 and** FY 2002 and \$120,000 in FY **2003 and** succeeding **fiscal** years for **each community** college. The **remaining** credits would be available to any community **college** on a competitive basis.
- . A requirement that the Department of Economic Development act **as the administrator of the** Statewide Program and **provide a report** on the **Program** to the Governor **and** General Assembly by December 31 of each year.
- . A requirement that the General Assembly act, on or before March 1, **2006**, to discontinue the withholding credits **used** to finance the Program.

Section 8 creates **an** Accelerated Career Education Grant Program administered by the College Student Aid Commission. The Grant **Program** will provide financial aid to qualified **students** enrolled **in** the Accelerated Career Education Program. Senate File 2428 (FY 2001 Economic Development Appropriations Act) provides a **\$250,000** FY 2001 General **Fund** appropriation **to** fund the Grant **Program**.

FISCAL IMPACT

The **fiscal** impact of **this** Act as amended by SF 2428, is a General Fund revenue reduction of \$3.0 million **in** FY 2001 **and** \$6.0 million **in** FY 2002.

EFFECTIVE DATE

This Act is effective upon enactment.

ENACTMENT DATE

This Act was approved by the General **Assembly** on April **11, 2000**, and signed **by** the Governor **on** May 18, **2000**.

ACE PROGRAM ACTIVITY

COLLEGE	PROGRAM	CURRENTLY OPERATING	NUMBER ENROLLED	JOB CREDITS APPROVED
DMACC Dory Briles	Information Technology Scholars Program	NO		PENDING
	Integrated Manufacturing Technology Program	YES	43	PENDING
	Civil Engineering Technology Program	YES	36	PENDING
	Health Care Program	YES	16	PENDING
HAWKEYE Jean Horn	Automated Systems Technology	NO		
	Machine Maintenance Program	YES	6	PENDING
	EMC ² - Machinist Program	YES	23	PENDING
INDIAN HILLS	Bioprocess Industrial Training Enterprise	NO		YES ¹
IOWA CENTRAL Carolyn Cochran	Program will allow for an AA degree to be earned in carpentry through apprenticeship and continuing education courses, will include commercial construction	NO		
IOWA VALLEY	Industrial Maintenance Technology	NO		
SOUTHEASTERN Dennis Hinkle	Business and Organizational Leadership Development Program - involves courses in management supervision leadership and team building	YES	?	
SOUTHWESTERN Tom Lesan	Ag Chemical Applicator	YES	6	
WESTERN IOWA TECH Gene Sokolowski Mark Christopherson	Programming in Information Technology, Transportation and Industrial Maintenance	NO		
IOWA WESTERN Mark Stanley Don Coney	Program will allow for an AA degree to be earned in Construction Management	NO		
	Associate Degree Nursing Program - Full Time	YES	24	PENDING
	Associate Degree Nursing Program-Part Time	YES	16	PENDING
	Culinary Arts Program	?		WITHDRAWN
	Surgical Technology Program	?		ON HOLD
NORTH IOWA Kathy Millard	Information Technology Program	YES	60	YES ²
IOWA LAKES Clark Marshall	Welding	YES	22	
NORTHWEST IOWA Wayne Reed	General Machining Center to promote state of the art CNC equipment training	YES	21	PENDING
EASTERN IOWA Mark Kapfer	Advanced Manufacturing Technology Training Center	NO		
NORTHEAST IOWA Ken Vande Berg Jim Richardson	Dairy Education and Applied Research Laboratory	YES	29	
KIRKWOOD Steve Ovel	Information Technology			
	- Telecommunications Technology	YES	21	YES
	- Microcomputer Specialist	YES	70	YES
	- Main Frame Computer Programming	YES	162	YES
	- AS/400 Computer Programming	YES	62	YES
	- LAN Management	YES	183	YES
	- PC Programming	YES	171	YES
- Associate Nursing Degree	YES	39	YES	

- Classes being offered as part of these programs
- 1 Credits have been approved for FY 2002
- 2 Credits will be awarded when signed agreements are received

FY '00 ACCELERATED CAREER EDUCATION PHYSICAL INFRASTRUCTURE ASSISTANCE PROGRAM AWARDS

Community College	Awarded Amount	Total Project Cost	Total Award as % of TPC	Jobs Placed	Total \$ Awarded per Job	Avg. Wage per Job
Eastern Iowa CC	\$1,200,000	\$4,248,000	28.25%	750	\$1,600	\$17.59
Kirkwood CC	\$1,500,000	\$8,645,000	17.35%	900	\$1,667	\$14.83
Des Moines Area CC	\$1,500,000	\$10,000,000	15.00%	450	\$3,333	\$19.23
Iowa Western CC	\$200,000	\$200,000	100.00%	60	\$3,333	\$12.00
Southeast CC	\$200,000	\$380,000	52.63%	120	\$1,667	\$13.66
Western Iowa Tech CC	\$525,000	\$1,250,000	42.00%	650	\$808	\$14.94
Iowa Central CC	\$350,000	\$800,000	43.75%	115	\$3,043	\$10.63
Hawkeye CC	\$325,000	\$750,540	43.30%	191	\$1,702	\$12.69
Southwestern CC	\$200,000	\$377,500	52.98%	75	\$2,667	\$11.00
Northwest Iowa CC	\$200,000	\$910,350	21.97%	60	\$3,333	\$10.85
Iowa Lakes CC	\$200,000	\$330,500	60.51%	119	\$1,681	\$10.63
North Iowa Area CC	\$200,000	\$800,000	25.00%	32	\$6,250	\$10.63
Indian Hills CC	\$300,000	\$1,499,000	20.01%	80	\$3,750	\$13.10
Northeast Iowa CC	\$400,000	\$3,151,500	12.69%	350	\$1,143	\$13.22
Iowa Valley CC	\$200,000	\$1,245,000	16.06%	21	\$9,524	\$10.63
TOTALS	\$7,500,000	\$34,587,390	21.68%	3973	\$ 1,888	\$13.04

Avg. Weighted Wage \$15.07

COMMUNITY COLLEGES ACE PROGRAM BALANCES

COLLEGES	NEICC	NIACC	ILCC	NWICC	ICCC	IVCC	HCC	EICC	KCC	DMACC	WITCC	IWCC	swcc	IHCC	SECC	TOTALS
FY 2001 Allocation	4.63%	4.63%	2.67%	2.67%	4.64%	4.38%	6.62%	8.68%	17.00%	19.00%	5.13%	6.51%	2.67%	7.13%	3.64%	100.00%
\$3,000,000	\$138,900.00	\$138,900.00	\$80,100.00	\$80,100.00	\$139,200.00	\$131,400.00	\$198,600.00	\$260,400.00	\$510,000.00	\$570,000.00	\$153,900.00	\$195,300.00	\$80,100.00	\$213,900.00	\$109,200.00	\$3,000,000.00
FY 2001 AGREEMENTS																
#1 - Life Investors Ins Co									\$ 4,286.00							
									\$ 31,518.00							
									\$ 11,000.00							
									\$ 24,920.00							
									\$ 21,828.00							
#2 - McLeod Telecom									\$ 94,879.00							
#3 - Nursing - AA Degree									\$ 24,693.00							
									\$ 27,437.00							
									\$ 27,437.00							
									\$ 27,437.00							
COLLEGE TOTALS	5	5	-5	-5	-5	-5	-	\$ 5	\$ 295,435.00	\$ -	\$ 5	-5	-5	-5	-5	5 295,435.00
REMAINING BALANCE	\$138,900.00	\$138,900.00	\$80,100.00	\$80,100.00	\$139,200.00	\$131,400.00	\$198,600.00	\$260,400.00	\$214,565.00	\$570,000.00	\$153,900.00	\$195,300.00	\$80,100.00	\$213,900.00	\$109,200.00	\$2,704,565.00
																\$2,704,565.00

